

## AQR Inspection Scope

The AQR retained inspection scope is summarised in the table below. It comprises the audits of PIEs, and certain non-PIE entities. Firms that audit the entities specified below are subject to AQR inspections.

<b>Scope Categories</b>
<b>Public Interest Entities (PIEs)</b>
UK entities with transferable securities (equity/debt) admitted to trading on a regulated market in the EEA
Credit institutions: UK incorporated banks not already included in any other category
Credit institutions : UK building societies
Credit institutions : Other <sup>1</sup>
Insurance undertakings : Non-listed insurers <sup>2</sup>
Society of Lloyd's
<b>Other Entities in Scope</b>
AIM or NEX (other than the Main Board) quoted companies incorporated in the UK with a market capitalisation of more than €200M, using the formula in MiFID II <sup>3</sup>
Lloyd's Syndicates
Non-EEA (excluding the Crown Dependencies) <sup>4</sup> entities with transferable securities (equity/debt) admitted to trading on a regulated market in the EEA and audited by a UK Registered Auditor <sup>5</sup>

<sup>1</sup> UK credit institutions authorised by the Bank of England other than banks and building societies.

<sup>2</sup> Those UK insurers authorised by the Bank of England that are required to comply with the Solvency II Directive.

<sup>3</sup> This formula is also set out in para 5.47 of the FRC Ethical Standard.

<sup>4</sup> Excluding entities incorporated in Jersey, Guernsey and the Isle of Man with transferable securities (equity/debt) admitted to trading on a regulated market in the EEA which are subject to separate inspection arrangements.

<sup>5</sup> This category applies to all regulated markets in the EEA (not just the UK).